ANALYSIS

This ordinance will significantly change the requirements for the Child Support Compliance Program. It will eliminate the requirements for private entities contracting with the County to report principal owner information, as well as, eliminate other reporting and data collection. Under the amended ordinance, private entities entering new contracts with the County would only be required to register their employees in the State New Hire Registry and comply with all wage assignments and garnishments lawfully served by the Child Support Services Department.

LLOYD W. PELLMAN County Counsel

By
RICHARD E. TOWNSEND
Assistant County Counsel
Probate Division

11/19/03 ret An ordinance amending the Los Angeles County Code, Title 2 --Administration relating to the Los Angeles County Child Support Compliance Program.

The Board of Supervisors of the County of Los Angeles ordains as follows:

SECTION 1. Section 2.200.010 is hereby amended to read as follows:

2.200.010 Findings and declarations.

board of supervisors finds that compliance with court-ordered child, family, or spousal obligations is in the public interest and benefits all residents of the County of Los Angeles. Unpaid support obligations have required the County and its taxpayers to protect the public health and welfare by providing a large array of social, medical and other services for the benefit of children and families to whom these support obligations are owed and to bear the cost of maintaining one of the largest support enforcement systems in the United States.

Nonpayment of child, family and spousal support is the leading cause of childhood poverty and welfare dependency in the United States. Los Angeles County has commenced prosecuting more than 512,000 child support cases, and opens more than 7,000 new cases each month. This represents the largest local child support enforcement program in the United States. The widespread failure to comply with court-ordered child, family and spousal support obligations evidenced by this enormous caseload endangers the public health and welfare of children and families in Los Angeles County.

Unpaid support obligations have required the county and its taxpayers to protect the public health and welfare by providing a large array of otherwise unneeded social, medical and other services for the benefit of children and families to whom these support obligations are owed and to bear the cost of maintaining one of the largest support enforcement systems in the United States. Billions of dollars of unpaid support obligations have created an immense economic burden upon the county and its taxpayers.

Therefore, the board of supervisors establishes the goal of ensuring that individuals who benefit financially from the <u>Ceounty through employment</u>, <u>or contracts</u>, <u>or by the issuance of a business license</u> are in compliance with their court-ordered child, family, and spousal support obligations in order to mitigate the economic burden otherwise imposed upon the <u>Ceounty</u> and its taxpayers.

It is the Board's intent to help ensure greater effectiveness of the effort to collect unpaid child support by assisting the district attorney in identifying and tracking employment as well as business and other assets of those who owe support obligations. By its support of this chapter and its continued efforts to gather the information necessary to successfully enforce support obligations, the board finds that the district attorney has made a continuing request pursuant to the Public Records Act for county employment information.

SECTION 2. Section 2.200.020 is hereby amended to read as follows:

2.200.020 Required Contract Language Definitions.

Except as expressly provided in this section, the definitions set forth in Chapter
2.02 shall apply to construction of this chapter. For purposes of this Chapter 2.200, the
terms set forth below shall have the following significance:
A. "Business licensee information" means the name and social
security number, if available, of an owner of record of a business who has applied for a
new or renewed business license.
B. "Contractor information" means a new or existing contractor's
name, social security number, if available, and whether or not the contractor has been
issued any payment for goods provided or services performed for Los Angeles County.
C. "Employment information" means a new or existing employee's name and title,
and whether or not he or she receives any compensation from the county of Los
Angeles insofar as disclosure of this information is authorized by the Public Records
Act, Government Code Section 6254(c) or in response to a request made in accordance
with Welfare and Institutions Code Sections 11478, 11478.1 or 11478.8.
D. "Existing contractor" means any individual, partnership or other
entity contracted by the county to provide goods or to perform services when
performance under the contract commenced prior to the operative date of this chapter.
E. "Existing employee" means an individual who was an employee of
the county prior to the operative date of this chapter.

F. "New contractor" means an individual, partnership or other
entity contracted or seeking to contract to provide goods or to perform services for the
county when performance under the contract commences on or after the operative date
of the ordinance codified in this chapter.
G. "New employee" means an individual who becomes an employee
or is reinstated as an employee of the county after the operative date of this chapter.
H. "Principal owner" means any individual who owns an interest of 10
percent or more in a new or existing contractor as defined herein.
I. "Principal owner information" means a principal owner's name and
title and whether or not the principal owner has been issued any payment by the new o
existing contractor.

All new and renewed contracts shall contain language which (a) requires the contractor to fully comply with all applicable state and federal reporting requirements relating to employment reporting for its employees; (b) requires the contractor to fully comply with all lawfully served wage and earnings assignment orders and notices of assignment; (c) provides that failure to comply with state and federal reporting requirements regarding employees, or failure to implement lawfully served wage and earnings assignment orders or notices of assignment, constitutes a default under the contract, and failure to cure the default within 90 days of notice by the County shall subject the contract to termination; and (d) informs the contractor that failure to comply with these requirements may be cause for debarment.

SECTION 3. Section 2.200.030 is hereby amended to read as follows:

2.200.030 Operative date . Licensing records.

This chapter shall become operative upon the issuance by the chief administrative officer of the instructions to county departments concerning implementation of the chapter as provided in Section 2.200.040.

Upon request by the Child Support Services Department, the treasurer and tax collector is directed to report business licensee information to the Child Support Services Department not less than quarterly.

SECTION 4. Sections 2.200.040 to 2.200.090 are hereby deleted in their entirety.

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